

GOVERNMENT OF ANDHRA PRADESH  
ABSTRACT

Attachment of Properties of Directors of Sri Sai Krupa Finance and Chit Funds, Shivaji Nagar, Uppuguda, Hyderabad, under Section 3 of Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999, (Andhra Pradesh Act No.17 of 1999) –Orders –Issued

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HOME (GENERAL-B) DEPARTMENT

G.O.Ms.No: 115

Dated: 12-5-2010.

Read the following:-

- 1) G.O.Ms.No.349, Home (General.B) Department,  
dated:29-10-1999
- 2) From the Commissioner of Police, Hyderabad, Letter  
No.L&O/M2/5662/2009, dated: 23-1-2010 & 15-2-2010

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ORDER: -

In the G.O 1<sup>st</sup> read above, the Commissioner of Police, Hyderabad, has been appointed as “Competent Authority” among others under sub section (1) of section 4 of Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 (Andhra Pradesh Act No.17 of 1999).

2. In the reference 2<sup>nd</sup> read above the Commissioner of Police and Competent Authority, Hyderabad, has reported that it is a case of cheating and misappropriation of funds collected from the hundreds of depositors on the pretext of high interest rates by the accused persons, who are the directors and representatives of Sri Sai Krupa Finance and Chit Funds, Shivaji Nagar, Uppuguda, Hyderabad, and thereby they caused wrongful loss to the hundreds of depositors by not paying the deposits and chit amounts to the depositors and the establishment was wound up.

3. He has also reported that the accused A-1 K.Yashoda, A-2 A.Latha, A-3 K.Lakshamma, and A-4 A.Mangamma, are the partners of Sri Sai Krupa Finance & Chit funds situated at Door No.18-1-297/137/A, Shivaji Nagar, Uppuguda, Hyderabad. Their husbands A-5 K.Venkanna, A-6 A.Chandra Shekar and A-7 K.Bikshapathi are BSNL employees, and to avoid legal consequences, they got registered the chit fund company in the name of Sri Sai Krupa Finance & Chit funds. They along with their wives procured subscription from the middle-class women by propagating that they will be running the chits regularly and will issue the payments without any delay and also assured the people to give 2% to 3% of interest per month on their fixed deposits. To defraud customers with malafide intention, the company partners and their husbands collected huge deposits and also stopped the payments to chit bidders. Thus, all the partners have cheated and misappropriated the funds collected from the chit subscribers and deposit holders to the tune of Rs.4 Crores and diverted the collected funds to their personal needs and luxuries and also invested for the purchase of lands, plots etc. Initially, on the complaint of Smt. Chitrabhai Panchal, a case was registered in Crime No.186/2009 of Police Station Chartrinaka and subsequently, the said case was transferred to Central Crime Station, Detective Department and again is registered in Crime No.134/2009 Under section 420 Indian Penal Code & Sections 3 & 5 of the Andhra Pradesh Protection of Depositors of Financial Establishment Act, 1999 and investigation was taken up.

4. He has further reported that the accused A-2 A.Latha, A-3 K.Lakshamma and A-4 A.Mangamma along with their husbands A-6 A.Chandra Shekar and A-7 K.Bikshapathi were arrested and they confessed that they had invested the collected amounts from the subscribers and developed their properties shown in the Annexure. Thus, they misappropriated the amounts of the depositors to the tune of Rs.4 Crores.

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5. He has further reported that Section 3 of the Andhra Pradesh Protection of Depositors of Financial Establishment Act 1999, provides attachments of properties of accused who defaulted in return/repayment of deposits in cash or kind after maturity or any manner agreed upon in Cr.No.134/2009 (186/2009 of PS Chatrinaka) Under section 420 Indian Penal Code and Sections 3&5 of Andhra Pradesh Protection of Depositors of Financial Establishment Act, 1999. The accused persons in financial establishment acted in the manner prejudicial to the interest of the depositors with an intention to defraud the depositors.

6. Finally he has reported that the investigating officer, during the course of investigation, identified the properties mentioned in the name of A-2 A.Latha, A-3 K.Lakshammamma and A-4 A.Mangamma partners of the Sri Sai Krupa Finance and Chit fund and are listed in Annexure. It is also disclosed that, the accused persons have purchased the properties mentioned in Annexure of the deposits collected from the depositors.

7. In the above circumstances, the Commissioner of Police, Hyderabad and Competent Authority under A.P.Protection of Depositors of Financial Establishment Act, 1999 has requested that the Government to pass an Ad-interim order Under section 3 of the Andhra Pradesh Protection of Depositors Financial Establishment Act, 1999 attaching the properties of the Directors of Sri Sai Krupa Finance and Chit Funds, Shivaji Nagar, Uppuguda, Hyderabad as detailed in the schedule of the properties mentioned in Annexure and transfer the control over the landed properties and immovable properties etc., mentioned in the Annexure to the competent authority viz. Commissioner of Police, Hyderabad in the instance case for further action according to law, in order to protect the interest of the depositors.

8. After careful examination of the matter, Government hereby pass an ad-interim order under Section 3 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999, (Andhra Pradesh Act No.17 of 1999), for attachment of the properties pertaining to Directors of Sri Sai Krupa Finance and Chit Funds, Shivaji Nagar, Uppuguda, Hyderabad, as shown in the Annexure to this order.

9. The Commissioner of Police and Competent Authority, Hyderabad is hereby directed to take necessary further action as per the said Act and Rules, in the matter.

10. This order is available on Internet and can be accessed at address <http://goir.ap.gov.in/>.

( BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH )

AJAY MISRA,  
PRINCIPAL SECRETARY TO GOVERNMENT

To

The Commissioner of Police and Competent Authority, Hyderabad.

**Copy to:**

The concerned thro' the Commissioner of Police and  
Competent Authority, Hyderabad.

The Commissioner & Inspector General of Registration & Stamps,  
A.P., Hyderabad .

The P.S to Minister for ( Home ).

The Principal Secretary to CM,

P.S to Principal Secretary to Govt(A)., Home Department

The Law (E) Department

SF/SC.

//FORWARDED::BY::ORDER//

SECTION OFFICER

ANNEXURE TO THE G.O.Ms.No. , HOME (GENERAL-B) DEPARTMENT, DATED: 12-5-2010

List of registered immovable properties belonging to the accused persons A-2 Akula Latha age 40 years, w/o.A.Chandra Shekar, R/o. HNo.18-1-137/A/63, Shivaji Nagar, Uppuguda, Hyderabad, A-3 Kalechiti Lakshamma, w/o. K.Bikshapathi, age:45 years, R/o. 18-1-297/136/A/B, Shivaji Nagar, Uppuguda, Hyderabad, A-4 Smt.Alegu Mangamma, W/o. Late A.Balachander, age:45 years, R/o.HNo.18-1-317/A/64, Shivaji Nagar, Uppuguda, Hyderabad involved in Crime No.134/2009 under section 420 Indian Penal Code & Section 3&5 of Andhra Pradesh Protection of Depositors of Financial Establishment Act, 1999.

Sl.No.	Name of the Seller and Address	Name of the purchaser and address	Description of the property	Document No. , date and sub-Registrar	Value of the property approx	Remarks
1.	Smt. Kata sattemma, W/o. Sri K.Pentaiah, age:52 years, Occ:Household, R/o.H.No.22-7-590, Mir Alam Mandi, Hyderabad .	Smt.A.Latha, W/o.Chandra Shekar, age about 27 years, Occ: Household, R/o. H.No.18-4-795/10, Jangammet, Falaknuma, Hyderabad.	Total 187 Square yards equivalent to 156.35 Square Meters, Situated at Kanchanbagh, Uppuguda, Hyderabad bearing No.18-1-317/A/63.	Regd.Sale Deed Doc No.2763/83, Book-1, V-643, Page 335 to 338, dt.20-9-1983, SRO, Azampura.	10 Lakhs	The property is in the name of the accused persons A-2 , A.Latha, W/o.A.Chandra Shekar.
2.	Sri D.Venu Gopal, S/o.D.Pandu, age : 39 years, Occ: Carpenter, R/o. H.No.18-3-227, Kandikal, Bhoiguda, Hyderabad .	Smt. K.Lakshamma, W/o.K.Bikshapathi, age: 34 years, Occ: Household, R/o.18-3-401/16, Kandikalgate, Bhotjinagar, Chatrinaka, Hyderabad.	Plot No.110 admeasuring 100 Square Yards in Survey No.82 to 85 bearing H.No.18-1-297/136/A/B, Shivaji Nagar, Uppuguda, Hyderabad.	Vide Notary dt.15-02-1989 & 15-11-1999, SRO, Azampura.	10 Lakhs	The property in the name of the accused person A-3, K.Lakshamma, W/o. K.Bikshapathi.

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3.	Smt. Kata sattemma, W/o. Sri K.Pentaiah, age:52 years, Occ:Household, R/o.H.No.22-7-590, Mir Alam Mandi, Hyderabad through GPA Holder Kata Prem Kumar, Age: 41 years, Occ: Government Service, R/o. 18-8-515, Kumarwadi, Idi Bazar, Hyderabad.	Smt. A. Mangamma, W/o. A.Bala chander, age: 45 years, Occ: Household, R/o. 18-1-317/A/63/A, Uppuguda, Hyderabad.	Total 390 Square Yards equivalent to 326.04 Square Meters, Situated at Kanchanbagh, Uppuguda, Hyderabad bearing No.18-1-317/A/63/A	Regd.Sale Deed Doc No.2763/83, Book-1, V-643, Page 335 to 338, dt.20-9-1983, SRO, Azampura.	20 Lakhs	The property is in the name of Accused person A-4, A.Mangamma, W/o. Late A.Bal Chander and later she executed gift deed in her daughters name vide Document No.2114/2009, dt.12-05-2009 at SRO Azampura.
4.	Kongari Lakshamma, W/o. Late K.Srisailam, age: 55 years, Occ: agriculture, R/o. Mylardevpally Village, Rajender Nagar Mandal, Ranga Reddy District.	Sri A.Bala Chander, S/o.Late A.Lakshmaiah, age: 46 years, Occ:Business, R/o. H.No.18-1-317/A/63/A, Shivaji Nagar, Uppuguda ( Husband of A-5 A.Mangamma).	Total admeasuring 2 acres Survey No.234/4, New and 237/7 Old, situated at Jalpally Village, Saroor Nagar, Revenue Mandal, Ranga Reddy District.	Document No.2434/2002, dt.10-4-2002, SRO, Champapet.	60 Lakhs	The property is in the name of A-4 A.Mangamma's late husband A.Bala Chander

Total value of the immovable properties approximately.

Rs.1,00,00,000/-(rupees one crore only)

AJAY MISRA,  
PRINCIPAL SECRETARY TO GOVERNMENT

SECTION OFFICER

